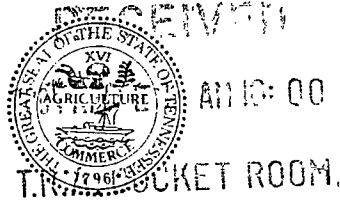


TENNESSEE REGULATORY AUTHORITY

Deborah Taylor Tate, Chairman
Pat Miller, Director
Sara Kyle, Director
Ron Jones, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

April 23, 2004

Mr. William Geary, Jr.
Carlsberg Management Company
6171 West Century Blvd.
Suite # 100
Los Angeles, CA 90045

RE: DOCKET No. 04-00044 - APPLICATION OF HICKORY STAR WATER COMPANY
TO INCREASE ITS RATES.

Dear Mr. Geary:

In order to assist our efforts in conducting an investigation into the petition filed on the behalf of Hickory Star Water Company, further information is needed. Please respond to the items listed below and mail thirteen (13) copies to:

Ms. Deborah Taylor Tate, Chairman
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243

91. Refer to Company Exhibit No. 1. Provide the supporting documentation for the \$12,000.00 employees' expense for 2003. If this is a related company allocation, provide the supporting calculation.
92. Refer to Company Exhibit No. 1. Provide the **invoices supporting** the \$296.31 in insurance expense for 2003. If this is an allocated amount, provide the supporting calculation along with the invoice(s).
93. Refer to Company Exhibit No. 1. Provide the **invoices supporting** the \$988.87 in travel expense for 2003. If this is an allocated amount, provide the supporting calculation along with the invoice(s).

94. Refer to Company Exhibit No. 1. Provide the invoices supporting the \$1,560.86 in management fees expense for 2003. If this is an allocated amount, provide the supporting calculation along with the invoice(s). Also, provide a detailed explanation as to why the ratepayers of the utility benefit from this type of an expense.
95. The Company has made two separate journal entries for \$800.00 each on January 14, 2003 and February 11, 2003 to general journal account number 5007. Provide the supporting invoices for these entries.
96. Refer to Company's data response dated April 16, 2004. The Company indicated that it incurred \$10,642.28 in maintenance and repairs for 2003. Included in the maintenance and repair expenses are several invoices from Keene Backhoe and Landscaping. What type of repairs were their services used for? Were any of these recorded expenses related to new installations of water service?

Your response must be received by the Authority no later than April 30, 2004. If you have any question regarding this request, you may contact me at (615) 741-2904, ext. # 183.

Sincerely,



Butch Phillips
Utility Rate Specialist III
Energy and Water Division

cep04-43hickorystardatarequest